



Ernie Fletcher  
Governor

Teresa J. Hill, Secretary  
Environmental and Public  
Protection Cabinet

Timothy J. LeDonne  
Commissioner  
Department of Public Protection

Commonwealth of Kentucky  
**Public Service Commission**  
211 Sower Blvd.  
P.O. Box 615  
Frankfort, Kentucky 40602-0615  
Telephone: (502) 564-3940  
Fax: (502) 564-3460  
psc.ky.gov

Mark David Goss  
Chairman

John W. Clay  
Vice Chairman

Caroline Pitt Clark  
Commissioner

November 28, 2007

John Pierce  
General Manager  
Garrison-Quincy-Ky-O-Heights Water District  
P. O. Box 279  
Murphy's Lane  
Garrison, KY 41141

RE: Case No. 2007-00476

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

A handwritten signature in black ink, appearing to read "Beth O'Donnell".

Beth O'Donnell  
Executive Director

BOD/rs  
Enclosure

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF GARRISON-QUINCY-KY- )  
O-HEIGHTS WATER DISTRICT FOR AN )  
ADJUSTMENT IN RATES PURSUANT TO ) CASE NO.  
THE ALTERNATIVE RATE FILING ) 2007-00476  
PROCEDURE FOR SMALL UTILITIES )

ORDER

Garrison-Quincy-Ky-O-Heights Water District ("Garrison District") has applied to the Commission for authority to adjust its rates pursuant to Administrative Regulation 807 KAR 5:076, the alternative rate filing procedure for small utilities. In its filing, Garrison District requested permission to file its rate application pursuant to Administrative Regulation 807 KAR 5:076 and to deviate from certain requirements of that regulation.

Administrative Regulation 807 KAR 5:076 applies to utilities with 500 or fewer customers or \$300,000 or less of gross annual revenues. It provides a simplified and less expensive procedure by which small utilities may apply for rate increases. Garrison District does not meet the threshold requirements for using this procedure in that it has more than 500 customers and more than \$300,000 in annual revenues. However, Garrison District, in all other respects, substantially meets the requirements for the alternative filing procedure.

Administrative Regulation 807 KAR 5:001, Section 14, provides the Commission with the authority to permit deviations from its regulations for good cause shown.

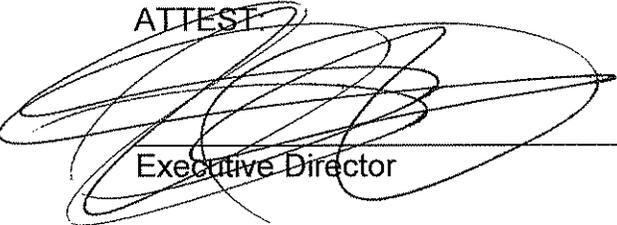
Having reviewed the filing and being otherwise sufficiently advised, the Commission finds that good cause exists to grant the requested deviation and that Garrison District should be allowed to use the alternative rate filing procedure for small utilities.

IT IS THEREFORE ORDERED that Garrison District's request for permission to deviate from filing requirements set forth in Administrative Regulation 807 KAR 5:076 is granted.

Done at Frankfort, Kentucky, this 28th day of November, 2007.

By the Commission

ATTEST



Executive Director